

3.4 Definitions of OMC Watch List Deficiencies

TITLE	DEFINITION	REPORTING
Material Weakness	A control deficiency, or a combination of deficiencies, that may jeopardize the accomplishment of the Agency's mission, result in repeated violations of statutory or regulatory requirements, and/or significantly weaken safeguards against waste, loss, unauthorized use, or mismanagement of Agency assets.	Weaknesses and summaries of corrective actions reported externally with SOA signed by Administrator
Other Weakness	A control deficiency, or a combination of deficiencies, that – if not addressed – has the potential to jeopardize the accomplishment of the Agency's mission, result in repeated violations of statutory or regulatory requirements, and/or significantly weaken safeguards against waste, loss, unauthorized use, or mismanagement of Agency assets.	Internal to the Agency
Management Challenge	A control deficiency, or a combination of deficiencies, that has, or has the probable potential for, substantive negative impact on the effectiveness and/or efficiency of Agency operations, decreased reliability of financial reporting, and/or compliance with applicable laws and regulations.	Internal to the Agency